DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, Mail Stop S2-01-16 Baltimore, MD 21244-1850



Children and Adults Health Programs Group

August 29, 2022

Adaline Strumolo Deputy Commissioner Department of Vermont Health Access 280 State Drive, NOB 1 South Waterbury, VT 05671-1010

Dear Ms. Strumolo:

This letter is in response to Vermont's request, dated July 7, 2022, for a waiver under section 1902(e)(14)(A) of the Social Security Act (the Act), that will protect beneficiaries in addressing the challenges the state faces as part of a transition to routine operations when the COVID-19 Public Health Emergency (PHE) ends. Section 1902(e)(14)(A) allows for waivers "as are necessary to ensure that states establish income and eligibility determination systems that protect beneficiaries." Such waivers are time-limited and are meant to promote enrollment and retention of eligible individuals by easing the administrative burden states may experience in light of systems limitations and challenges.

The ongoing COVID-19 pandemic and implementation of federal policies to address the PHE have disrupted routine Medicaid and Children's Health Insurance Program (CHIP) eligibility and enrollment operations. Medicaid and CHIP enrollment has grown to historic levels due in large part to the continuous enrollment requirements that states implemented as a condition of receiving a temporary 6.2 percentage point federal medical assistance percentage increase under section 6008 of the Families First Coronavirus Response Act (P.L. 116-127).

Consistent with the March 3, 2022 Centers for Medicare & Medicaid Services (CMS) State Health Official (SHO) letter #22-001, "Promoting Continuity of Coverage and Distributing Eligibility and Enrollment Workload in Medicaid, the Children's Health Insurance Program (CHIP), and Basic Health Program (BHP) Upon Conclusion of the COVID-19 Public Health Emergency," Vermont has requested that CMS provide authority under section 1902(e)(14)(A) of the Act to temporarily permit the state to renew Medicaid eligibility for individuals who are eligible on the basis of modified adjusted gross income (MAGI) and who are receiving benefits under the Supplemental Nutritional Assistance Program (SNAP), despite the differences in household composition and income-counting rules. The state has expressed the need for this authority in order to address systems and operational issues related to managing staff workload during the unwinding period. Specifically, the state cited concerns that the additional requests for information from beneficiaries would delay renewal processing, create unmanageable workload given limited staff capacity, and lead to an increase in procedural closures.

Under Section 1902(e)(14)(A) of the Act, your request to renew Medicaid eligibility for individuals who are receiving benefits under SNAP, despite the differences in household composition and income-counting rules, is approved, as described and subject to the conditions below.

Renewal for Individuals Based on SNAP Eligibility

The authority provided in accordance with this letter will enable the state, during the period of time specified below, to renew Medicaid eligibility for individuals age who are receiving SNAP benefits, despite the differences in household composition and income-counting rules. Under this authority, the state will renew Medicaid eligibility for SNAP participants whose gross income as determined by SNAP is under the applicable MAGI-based income standard for Medicaid eligibility without conducting a separate MAGI-based income determination.

The authority provided in this letter is effective the start of the state's 12-month unwinding period and will remain effective for renewals initiated through the end of the state's 12-month unwinding period, as defined in SHO #22-001.

The authority provided in this letter is subject to CMS receiving your written acknowledgement of this approval and acceptance of this new authority and the terms described herein within 30 days of the date of this letter.

We look forward to our continuing work together as part of a transition to routine operations. If you have questions regarding this award, please contact Joe Weissfeld in the Division of Enrollment Policy and Operations, at josef.weissfeld@CMS.hhs.gov.

Sincerely,

Sarah deLone, Director,

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